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DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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March 7, 1997

Michael R. Brown Environmental Manager Continental Lime, Incorporated 3950 South 700 East Salt Lake City, Utah 84107

Dear Mr. Brown:

Re: Review of Additional Information Permit Revision, Continental Lime Inc. ("CLI"), Cricket Mountain Mine, M/027/006, Millard County, Utah

The Division has completed a review of the additional information provided by SRK Consulting Engineers and Scientist on behalf of CLI in response to our October 2, 1996 review letter. The following additional information has been reviewed: a SRK letter dated January 15, 1996 (sic) received January 17, 1997, an SRK letter dated January 16, 1996 (sic) received January 21, 1997, requesting tentative approval by February 26, 1997, and an SRK January 23, 1997, letter and bond calculation information received January 27, 1997. After reviewing this information, the Division has several comments which will need to be responded to before we can make a tentative approval decision. The comments are listed separately under the applicable Minerals Rule heading. Please format your response in a similar fashion.

Bureau of Land Management ("BLM") staff have informed us that the Final EA for this project revision has not been completed. We have not been able to coordinate our review of this proposal with BLM staff. Consequently, the BLM will need to be in agreement with any reclamation treatments proposed for federal lands which are described in our review document.

The Division is not prepared to issue a tentative approval for the CLI permit revision at this time. We will suspend our review until your response to this letter is received. We will need to have the majority of the issues described in the attached review adequately resolved by Thursday, March 13, 1997. This will enable us to proceed with publication of our tentative approval notice which starts a 30-day public comment period. The public comment period should expire prior to the April 23, 1997 Board Hearing. We realize this time frame will require a quick turnaround from CLI and we will do what we can to assist you from our end.

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Thank you for your cooperation. If you have any questions in this regard please contact me or the appropriate members of the Minerals Staff (Tony Gallegos, Lynn Kunzler, Tom Munson).

D. Wayne Hedberg

D. Wayne Hedberg Permit Supervisor

Minerals Reclamation Program

jb

Attachment - review document

Steve Herron, SRK w/attachment

Ron Teseneer, BLM, Warm Springs RA w/attachment

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Review of Permit Revision Information Continental Lime Inc.(CLI) Cricket Mountain Mine, M/027/006 March 7, 1997

R647-4-105 Maps, Drawings & Photographs

105.2 Surface facilities map

CLI's response to the BB Dolomite surface facilities acreage question refers to Table 2.1 of the Environmental Assessment (EA). The Division does not have a copy of the Final EA. Please provide us with a copy of the Final EA to resolve this comment. If the Final EA is not available, providing a copy of the revised Table 2.1 would resolve this comment. (AAG)

R647-4-106 Operation Plan

106.5 Existing soil types, location, amount

The operator needs to provide a soils analysis for each of the two soil types identified. This analysis needs to include the following parameters: pH, EC(conductivity), SAR (Sodium Absorption Ratio), Percent Organic Mater, CEC (Cation Exchange Capacity), Total Nitrogen, Nitrate Nitrogen, Phosphorus (as P_2O_5) and Potassium (as K_2O). This analysis is needed to determine the types and rates of soil amendments needed for reclamation. (LK)

The operator has identified approximately 78,100 cubic yards of topsoil that could be salvaged from the areas to be disturbed. This is sufficient volume to cover about 1/3 of the proposed new disturbance with 4-6" of topsoil. While the Division will accept that this amount is all that can be safely salvaged from the site, there remains a deficit of suitable soil material for reclamation. As originally proposed, Continental Lime was to implement a revegetation testplot program to demonstrate that fines and/or other materials could be used to successfully reclaim disturbed areas. To date, the Division has received very little documentation of the testplots that would demonstrate successful revegetation without the use of topsoil. Therefore, the Division may require topsoil borrow areas pending final results of revegetation test plots. The use of topsoil borrow areas will need to be coordinated with other surface management agencies. (LK)

106.7 Existing vegetation-species and amount

The operator apparently hired a consultant to obtain this data. While a description of the vegetation was submitted, no data regarding specific vegetation cover, or methodology used for obtaining vegetation cover estimates was submitted. It is requested that the operator provide the Division with a copy of the vegetation report (Kass, 1996) referenced in the Draft EA. (LK)

106.8 Depth to groundwater, extent of overburden, geology

The EA does not provide the specifics asked for in the Division's October 2, 1996 review document. The unanswered questions regarding groundwater and the well found on site are as follows: Location of the well site on a plate, what aquifer the water is withdrawn from, and how the well was completed. (TM)

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R647-4-107 Operation Practices

107.2 Drainages to minimize damage

The response says that it provides the specific information asked for in the review document in section 4.1.5 of the EA. This response found in the EA only addresses, in general, the outcome of the analysis for Waste disposal area #1. Please provide this analysis of Waste Disposal Area #1. No mention of impacts to the other impounded drainages was referenced in the EA. It is appropriate that they are mentioned, as well, in terms of amount of drainage and potential impacts. (TM)

107.6 Concurrent reclamation

The EA does not address the current test plots and how that information will be collected and used to enhance future reclamation efforts at the mine site. There were no specifics in the 1996 Annual Report and therefore based on comments found in 106.5 above, it seems appropriate that an effort is made at this time to define the program related to the test plots. (TM)

R647-4-109 Impact Assessment

109.1 Impacts to surface & groundwater systems

The specifics asked for under 107.2 and under the groundwater section 106.8 are to be addressed before this is considered adequate. This involves specifically addressing the water well location, what formation it is found in, and the potential for impact to that aquifer based on the geology and the formation in which the mine will be developed in. (TM)

R647-4-110 Reclamation Plan

110.1 Current & post mining land use

DOGM needs to receive the final EA to verify that the operator's post mining land use proposal(s) are acceptable to the BLM. (LK)

110.2 Roads, highwall, slopes, drainages, pits, etc. reclaimed

The third paragraph under this heading on page four of the CLI response refers to Drawing 3-1 (BB Dolomite Quarry) and Drawing 5-1. In this paragraph CLI proposes to regrade the north slope of the Poison Mountain Undersize Material Stockpile to 3H:1V. The description box shown near the Poison Mountain undersize stockpile on the revised Drawing 5-1 states under item one that slopes will be left at angle of repose. The description box and response letter are in conflict. It appears the text is referring to reclamation of the undersize material stockpile located adjacent to the BB Dolomite Quarry rather than the stockpile near the Poison Mountain Quarry. Please clarify this conflict of information. (AAG)

The reclamation proposed for the undersize material stockpile adjacent to the Poison Mountain Quarry is unacceptable to the Division as described in the fourth paragraph under this heading of the CLI response. The Division will require all slopes of this dump to be regraded to a 3H:1V configuration as described in the previously approved mine plan. The justification provided by CLI for leaving the north slope of this dump at angle of repose to avoid blocking the drainage is insufficient. This drainage is blocked or impacted at several upstream locations

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by haul roads and overburden disposal area #1. Please modify the reclamation cost estimate to reflect this task.(AAG)

110.3 Description of facilities to be left (post mining use)

DOGM needs to receive the final EA to verify that the operator's proposal is acceptable to the BLM. (LK)

110.5 Revegetation planting program

Scarlet Globemallow was left off the seed mix in the Draft EA. Please explain why this was left out, or preferably, add it back to the seed mix at a rate of ½ pound per acre (PLS).

The 2 ton of straw mulch as identified on page 6 of the reclamation cost estimate is not appropriate. The alfalfa pellets identified on page 8 would be acceptable provided the rate is adequate. This could be as high as five (5) tons per acre. Manure at 20 - 30 tons per acre may be as effective at a lower cost. This should be looked at in the test plot program. The reclamation cost estimate needs to be revised to reflect the use of either of these amendments. (LK)

R647-4-111 Reclamation Practices

111.1 Public safety & welfare

1.12 Disposal of trash & debris

CLI's response to the question regarding onsite burial of debris refers to subsection 3.1.9 of the EA. This section of the draft EA states all materials would be removed at closure and disposed of in an approved landfill. The removal of demolition debris is acceptable to the Division; however, the reclamation estimate will need to include the cost of debris removal. (AAG)

111.12 Topsoil redistribution

See Comments under R647-4-106.5. (LK)

R647-4-112 Variance

Assuming Continental Lime, Inc. can demonstrate successful revegetation using fines and other materials (through their testplot program), The Division concurs with the soil replacement plan for the estimated 78,100 cubic yards of salvageable topsoil. However, if test plots are not successful, the Division may require that topsoil borrow areas be developed to cover those areas where revegetation would likely be successful (i.e. benches, roads, waste dump slopes, etc.).

Currently there appears to be conflicting plans for seeding. While the variance section states that only areas receiving growth media will be seeded, it appears that other areas of the plan (i.e. reclamation cost estimate) indicate most, if not all, areas will be seeded. The Division does not accept the statements that 'the coarse rock angle of the repose slopes of the waste rock disposal areas and the angle of repose portions of the screened undersize material piles will not

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provide an adequate base for revegetation.' Division personnel have seen other similar areas successfully revegetated after being amended with 20-30 tons/acre of composted manure. Continental Lime, Inc. needs to put more effort into their testplot program to determine how to revegetate non-topsoiled areas. At the present time, the Division will require seeding of all areas disturbed by mining activities except for rock outcrops /bedrock surfaces and roads that will be left for post mining land use.

In summary, before the Division can grant the requested variances for topsoil redistribution (R647-4-111.12) and revegetation (R647-4-111-13), Continental Lime, Inc. will need to provide better justification and propose an alternate revegetation success standard for determining reclamation success. (LK)

R647-4-113 Surety

The current reclamation surety posted for the Cricket Mountain Quarry is \$330,400 in terms of year 2000 dollars for approximately 169 acres of disturbance. This revision proposes to increase the disturbance by approximately 303 acres and increase the existing surety amount by \$408,372. The comments in this section may alter the amount of reclamation surety required for this revision. Please respond to these comments and adjust the reclamation cost estimate accordingly.

Page one (Reclamation Cost Summary) of the reclamation cost estimate will need to be revised to include a 10% contingency increase in the total, followed by five years of escalation at an annual rate of 2.52%. (AAG)

Please provide the acreage **disturbed** for each of the facility types listed in the table on page two of the Reclamation Cost Summary for this proposed revision. You may provide this information in a table form separate from the spreadsheet calculation page if convenient. (AAG)

Page eight of the reclamation cost estimate includes an amendment application and incorporation cost for alfalfa pellets. No mention of alfalfa pellets could be found in the text portions of the submission describing reclamation treatments. Please modify the text describing the reclamation treatments to include the amendments and application rates used in the reclamation cost estimate. (AAG)

Page nine of the reclamation cost estimate shows that no topsoil or seed is to be placed on the slopes of Dump #2; however, soil amendments will be applied to the slopes. The dialog box on Drawing 5-1 does not make the distinction that only select areas will be seeded. Please clarify the dialog box or modify the reclamation estimate appropriately. (AAG)

Page ten of the reclamation cost estimate includes the application of topsoil to tops and slopes for West Quarry Dump #1. The dialog box on drawing 5-1 states tops will be covered with topsoil. It is assumed that the term slopes in the calculation sheet actually refers to benches on

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the dump. If this is correct, please modify the dialog box(es) to reflect the placement of topsoil on dump tops and benches. Please include similar descriptions in all dialog boxes on Drawing 5-1 regarding the specific areas (tops, benches, slopes) to receive soil, seed and soil amendments as described in the reclamation calculations. If all portions of a feature will receive these treatments please modify the dialog box (e.g. cover all areas with 4" topsoil). (AAG)

Page 33 of the reclamation calculations lists the total topsoil required for dump #5 (Poison Mtn. Undersize Mtl.) as 34,767 cubic yards. The topsoil reapplication page for this dump listed a soil volume of 30,370 cubic yards. Please explain these different figures. (AAG)

The Poison Mountain Undersize Material Stockpile (also known as the rejects stockpile) was previously bonded for a disturbance of 27.3 acres at a cost of \$30,290. The expansion of this feature by 10.8 acres would not necessarily require a reduction in the reclamation cost estimated for this feature as stated in the SRK Bond Calculation cover letter. (AAG)

Page 41 of the reclamation calculations lists a cost for regrading the north slope of the BB Dolomite Undersize Material as \$5,770. The hourly dozer production of 1,647 cubic yards used in this calculation seems high for a corrected production figure. The table in the 26th Edition of the Caterpillar Performance Handbook for estimating dozing production gives an uncorrected production of approximately 750 LCY/hr for a D9U with a push distance of 200 feet. Please explain the rationale for this slope regrading cost. (AAG)

On page 46 of the reclamation cost estimate there is no line item cost for the seed application to the top of the BB Dolomite Undersize Mtl. Please explain this omission. (AAG)

Please revise Drawing 5-1 to clearly identify the road sections proposed to be reclaimed as described in the calculations on page 47 of the reclamation cost estimate. (AAG)

Page 54 of the reclamation estimate includes reclamation treatments for the Poison Mtn. Crusher. The disturbed area shown on this page is 4.2 acres. The previous reclamation estimate for this crusher covered 17 acres of area which included the crushing, screening and kiln rock stockpile areas. The previous cost estimate for these 17 acres was \$28,620. Reduction of the total surety amount by \$28,620 cannot be justified unless the new estimate includes reclamation of all the crushing, screening and kiln rock stockpile area. Please adjust the estimate accordingly to include these areas or explain where they have been included. This same page shows the area for the BB Crusher as 3.7 acres; however, Table 2.1 of the Draft EA shows the area as 2.4 acres. Please explain this acreage discrepancy (the final EA may address this). (AAG)

Page 56 of the reclamation estimate describes the level area grading for the crusher facility. The average speed used in calculating productivity for a D9N dozer is shown as six miles per

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hour. Please justify the use of this speed for grading these areas or recalculate this item using an average speed of three miles per hour. (AAG)

Page 59 of the reclamation estimate describes the structure demolition and disposal for the process facilities. The line item for the process facilities shows a volume of 312,500 CF, a figure for man hours per cubic foot of 0.003, and a cost of \$12,619 with the source listed as Means 1995. The value of 0.003 appears to have been used as a cost per cubic foot. The Means 1997 Heavy Construction Cost Data section 020-604-0100 lists a demolition cost for a building of mixed construction type at \$0.25/CF. Please provide justification for the amount shown in the calculations or revise this item using the unit cost of \$0.25/CF.

This same page (59) includes a unit cost for concrete demolition of \$38/CY and lists the source as 1995 NCE. The Means 1997 Heavy Construction Cost Data section 020-754-2500 lists a demolition cost for walls of plain concrete, 12 inches thick at \$14.90/SF. The cost would increase if the walls contain steel reinforcement. Please provide justification for the \$38/CY unit cost or revise this line item using a \$14.90/SF unit cost. (AAG)

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